DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple, Suite 1210 Michael O. Leavitt Governor

Kathleen Clarke **Executive Director**

Lowell P. Braxton 801-538-7223 (TDD) Division Director

PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax)



NOW/END

Complete XXX Exploration Inspection Date: <u>07/31/2002</u> Time: <u>10:30am-2:00pm</u> Date of Last Inspection: 06/18/2002

Mine Name: <u>SUFCO Mine</u> County: <u>Sevier</u>	Permit Number: <u>C/041/002</u>				
Permittee and/or Operator's Name: Canyon Fuel Company, LLC.					
Business Address: 397 South 800 West, Salina, Utah 84					
Company Official(s): Mike Davis					
State Official(s): Stephen J. Demczak Federal Official(s): None					
Weather Conditions: Sunny, 80's					
Type of Mining Activity: Underground XXX Surface Prep Plant Other					
Existing Acreage: Permitted 24632.95 Disturbed 27.364 Regraded Seeded Seeded					
Status: Active					

REVIEW OF PERMIT, PERFORMANCE STANDARDS & PERMIT CONDITION REQUIREMENTS

- Substantiate the elements on this inspection by checking the appropriate performance standard.
 - For complete inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check N/A.
 - For partial inspections check only the elements evaluated.
- Document any noncompliance situation by referencing the NOV issued at the appropriate performance standard listed below.
- Reference any narratives written in conjunction with this inspection at the appropriate performance standard listed below.
- Provide a brief status report for all pending enforcement actions, permit conditions, Division Orders, and amendments.

		EVALUATED	N/A	COMMENTS	NOV/ENF
1.	PERMITS, CHANGE, TRANSFER, RENEWAL, SALE	[X]		[X]	
2.	SIGNS AND MARKERS	[X]		[X]	\Box
3.	TOPSOIL	[X]			
4.	HYDROLOGIC BALANCE:				
a.	DIVERSIONS	[X]		[X]	\Box
b.	SEDIMENT PONDS AND IMPOUNDMENTS	[X]	\Box	[X]	
c.	OTHER SEDIMENT CONTROL MEASURES	[X]		[X]	
d.	WATER MONITORING	[X]		[X]	
e.	EFFLUENT LIMITATIONS	[X]		[X]	\Box
5.	EXPLOSIVES	[X]		\Box	\Box
6.	DISPOSAL OF EXCESS SPOIL/FILLS/BENCHES	[X]		\Box	
7.	COAL MINE WASTE/REFUSE PILES/IMPOUNDMENTS	[X]		[X]	
8.	NONCOAL WASTE	[X]		[X]	\Box
9.	PROTECTION OF FISH, WILDLIFE AND RELATED				
	ENVIRONMENTAL ISSUES	[X]	\Box	\Box	
10.	SLIDES AND OTHER DAMAGE	[X]	\Box	\Box	\Box
11.	CONTEMPORANEOUS RECLAMATION	[<u>X</u>]		\Box	
12.	BACKFILLING AND GRADING	[X]	\Box	\Box	\Box
13.	REVEGETATION	[X]	\Box		
14.	SUBSIDENCE CONTROL	[X]			
15.	CESSATION OF OPERATIONS	[X]	\Box		\Box
16.	ROADS:				
a.	CONSTRUCTION/MAINTENANCE/SURFACING	[X]		\Box	
b.	DRAINAGE CONTROLS	[X]		\Box	
17.	OTHER TRANSPORTATION FACILITIES	[X]		\Box	\Box
18.	SUPPORT FACILITIES/UTILITY INSTALLATIONS	[X]		[<u>X</u>]	
19.	AVS CHECK (4 th Quarter- April, May, June)	[X]	\Box		Ĺ
20.	AIR QUALITY PERMIT	[X]			\Box
21.	BONDING & INSURANCE	[X]		[X]	

INSPECTION REPORT

(Continuation Sheet)

PERMIT NUMBER: <u>C/041/002</u>

DATE OF INSPECTION: 07/31/2002

(COMMENTS ARE NUMBERED TO CORRESPOND WITH TOPICS LISTED ABOVE)

1. PERMITS, CHANGE, TRANSFER, RENEWAL, SALE

The permittee has two permitting action with the Division. These are: 1) Muddy Tract Exploration and 2) Link Canyon Portals.

2. SIGNS AND MARKERS

The disturbed area markers were spot-checked and located around the perimeters of the disturbed area.

4A. HYDROLOGIC BALANCE: DIVERSIONS

The diversions were spot inspected with no water flow. The diversions complied with the R645 Coal Rules.

4B. HYDROLOGIC BALANCE: SEDIMENT PONDS AND IMPOUNDMENTS

The sediment ponds were inspected with no hazardous conditions noticed. The sediment ponds were inspected on June 24, 2002. This report was P.E. certified by Wesley K. Sorensen Badge No. 159457. No hazardous conditions were reported.

4C. HYDROLOGIC BALANCE: OTHER SEDIMENT CONTROL MEASURES

Silt fences and berms complied with the MRP.

4D. HYDROLOGIC BALANCE: WATER MONITORING

The permittee was informed that the Division would not accept "No Access" to a water-monitoring site as a way of complying with the MRP or the R645 Coal Rules.

The permittee will be entering the second quarter water information into the Electronic Water Data System. There is no water monitoring for the first quarter.

4E. HYDROLOGIC BALANCE: EFFLUENT LIMITATIONS

The UPDES permit UT0022918 expires on April 30, 2006. The point discharge sites 001A and 002A did not discharge in March. The mine site sediment pond 003A did discharge for the month of April and May and was in compliance with the permit.

7. COAL MINE WASTE/REFUSE PILES/IMPOUNDMENTS

The refuse pile was inspected by the permittee for the first quarter on June 24, 2002. This report was P.E. certified by Wesley K. Sorensen Badge No. 159457. No hazardous conditions were reported.

The refuse pile was inspected during the inspection; no hazardous conditions were noticed.

8. NONCOAL WASTE

The disturbed area was generally clear of non-coal waste material.

INSPECTION REPORT

(Continuation Sheet)

PERMIT NUMBER: C/041/002

DATE OF INSPECTION: 07/31/2002

18. SUPPORT FACILITIES/UTILITY INSTALLATIONS

No new construction has taken place since the last inspection.

21. BONDING AND INSURANCE

The inspector reviewed the insurance accord form. The insurance has an expiration date of July 31, 2003

The Bond is for the amount of \$3,988,000.

The Mining permit was renewed on May 20, 2002. The permit will expire on May 20, 2007. Both parties signed this agreement.

Inspector's Signature:

Stephen J. Demczak #39

Date: <u>August 2, 2002</u>

Note: This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas & Mining.

cc: James Fulton, OSM Ken May, Canyon Fuel Price Field office

O:\041002.CON\Compliance\2002\c_0731.doc